

FIS Capesize Intraday

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Capesize May 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	23,875	RSI below 50	Stochastic oversold
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (39)
- Stochastic is oversold
- Price is below the daily pivot USD 25,058
- Technically bearish yesterday, the MA on the RSI continued to warn that momentum remained weak with the upside move to USD 26,350 failing to hold. We remained below the weekly pivot level (USD 27,608) with trend resistance is now at USD 27,193. We maintained our view that with momentum remaining weak the 200-period MA at USD 24,670 remained vulnerable. The futures sold lower for the rest of the session with price trading to a low of USD 23,650 on the open this morning. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 25,058 with the RSI at or above 46.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 30,407 will leave the futures vulnerable to further tests to the downside (rejected), above this level the USD 35,125 – USD 37,750 resistance levels will start to look vulnerable.
- Technically bearish, the futures are now below the 200-period MA (USD 25,089) with price trading below the USD 23,995 support. Both would suggest that the technical condition is weakening. The RSI has rejected its MA with the average continuing to imply that momentum is weak, warning that the USD 23,500 fractal support could be tested and broken. We should note that there is a positive divergence with the RSI on the 1-hour technical, warning we could see a momentum slowdown. This is not a buy signal but will need to be monitored. If the futures start to close above and hold above the 200-period MA, then market sellers should act with caution, as this will warn that there is an underlying support in the market.

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